

CITY OF BISMARCK POLICE PENSION FUND
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2002

	Month Ended 8/31/2002				Month Ended 7/31/2002				Current Fiscal YTD	Prior Year FY02	3 Years Ended 6/30/2002	5 Years Ended 6/30/2002
	Allocation				Allocation							
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net ROR	Net ROR	Net	Net
LARGE CAP DOMESTIC EQUITY												
<i>Structured Growth</i>												
AllianceBernstein	229,971	2.3%	2.6%	2.32%	224,882	2.3%	2.6%	-7.03%	-4.88%	-28.98%	-16.11%	N/A
Russell 1000 Growth				0.30%				-5.50%	-5.22%	-26.49%	-16.15%	N/A
<i>Structured Value</i>												
LSV	534,056	5.3%	5.1%	0.20%	533,160	5.4%	5.1%	-7.94%	-7.76%	2.72%	5.54%	N/A
Russell 1000 Value				0.75%				-9.30%	-8.62%	-8.96%	-4.87%	N/A
<i>Enhanced Russell 1000 Index</i>												
LA Capital (Wilshire)	498,597	5.0%	5.1%	0.66%	495,587	5.0%	5.1%	-7.52%	-6.91%	-17.00%	N/A	N/A
Russell 1000				0.75%				-9.30%	-8.62%	-17.89%	N/A	N/A
<i>Enhanced S&P 500 Index</i>												
Northern Trust	484,683	4.8%	5.1%	0.71%	481,428	4.8%	5.1%	-7.48%	-6.83%	-16.98%	N/A	N/A
Strong	489,309	4.9%	5.1%	0.17%	486,216	4.9%	5.1%	-7.95%	-7.79%	-20.23%	N/A	N/A
Westridge	591,760	5.9%	5.1%	0.67%	588,776	5.9%	5.1%	-7.69%	-7.07%	-17.54%	N/A	N/A
Total Enhanced S&P 500 Index	1,565,752	15.6%	15.4%	0.53%	1,556,421	15.6%	15.4%	-7.71%	-7.22%	-18.23%	N/A	N/A
S&P 500				0.66%				-7.80%	-7.19%	-17.98%	N/A	N/A
<i>S&P 500 Index</i>												
State Street	548,901	5.5%	6.0%	0.66%	545,301	5.5%	6.0%	-7.78%	-7.17%	-17.96%	-9.14%	3.67%
S&P 500				0.66%				-7.80%	-7.19%	-17.98%	-9.18%	3.67%
TOTAL LARGE CAP DOMESTIC EQUITY	3,377,278	33.6%	34.3%	0.64%	3,355,350	33.7%	34.3%	-7.67%	-7.08%	-17.13%	-9.48%	2.68%
S&P 500				0.66%				-7.80%	-7.19%	-17.98%	-9.18%	3.67%
SMALL CAP DOMESTIC EQUITY												
<i>Manager-of-Managers</i>												
SEI	992,074	9.9%	10.7%	0.75%	985,316	9.9%	10.7%	-13.68%	-13.03%	-11.87%	N/A	N/A
Russell 2000 + 200bp				-0.09%				-14.93%	-15.01%	-6.68%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	992,074	9.9%	10.7%	0.75%	985,316	9.9%	10.7%	-13.68%	-13.03%	-11.87%	1.18%	1.95%
Russell 2000				-0.26%				-15.10%	-15.32%	-8.59%	1.67%	4.44%
INTERNATIONAL EQUITY												
<i>Large Cap - Core</i>												
State Street	93,716	0.9%	1.1%	-0.59%	94,250	0.9%	1.1%	-9.69%	-10.23%	-11.74%	-6.76%	-2.26%
MSCI EAFE - 50% Hedged				-0.24%				-10.04%	-10.26%	-14.62%	-5.75%	0.27%
<i>Large Cap - Active</i>												
Capital Guardian	243,875	2.4%	2.8%	-1.70%	248,265	2.5%	2.8%	-10.69%	-12.20%	-13.17%	-1.00%	5.76%
Bank of Ireland	53,614	0.5%	0.6%	-0.74%	54,104	0.5%	0.6%	-10.05%	-10.72%	N/A	N/A	N/A
Total Large Cap - Active	297,489	3.0%	3.3%	-1.53%	302,369	3.0%	3.3%	-10.57%	-11.94%	-12.19%	-0.63%	6.00%
MSCI EAFE - 50% Hedged				-0.24%				-10.04%	-10.26%	-14.62%	-5.75%	0.27%
<i>Small Cap - Active</i>												
Lazard	57,633	0.6%	0.6%	-1.56%	58,559	0.6%	0.6%	-8.36%	-9.79%	N/A	N/A	N/A
Wellington	56,411	0.6%	0.6%	-2.38%	57,858	0.6%	0.6%	-5.78%	-8.02%	N/A	N/A	N/A
Total Small Cap - Active	114,044	1.1%	1.1%	-1.97%	116,418	1.2%	1.1%	-7.10%	-8.92%	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				-0.90%				-6.90%	-7.74%	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	505,249	5.0%	5.5%	-1.45%	513,036	5.2%	5.5%	-9.64%	-10.96%	-10.49%	-2.94%	2.40%
MSCI EAFE - 50% Hedged				-0.24%				-10.04%	-10.26%	-14.62%	-5.75%	0.27%
EMERGING MARKETS EQUITY												
Capital Guardian	189,633	1.9%	2.0%	2.11%	185,707	1.9%	2.0%	-9.20%	-7.28%	-5.69%	-5.69%	-6.04%
MSCI Emerging Markets Free				1.54%				-7.61%	-6.19%	1.30%	-6.34%	-8.42%
DOMESTIC FIXED INCOME												
<i>Core Bond</i>												
Western Asset	518,576	5.2%	4.7%	2.65%	527,711	5.3%	4.7%	-0.11%	2.53%	8.87%	8.93%	8.26%
Lehman Aggregate				1.69%				1.21%	2.92%	8.62%	8.10%	7.57%
<i>Active Duration</i>												
Criterion	510,113	5.1%	4.7%	1.62%	525,181	5.3%	4.7%	0.03%	1.65%	6.00%	7.60%	7.09%
Lehman Aggregate				1.69%				1.21%	2.92%	8.62%	8.10%	7.57%

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	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net ROR	Net ROR	Net	Net
Index												
Bank of ND	632,419	6.3%	6.1%	2.06%	612,133	6.2%	6.1%	1.62%	3.70%	9.56%	8.03%	7.55%
Bank of ND Match Loan CD Program	140,528	1.4%	1.4%	0.48%	140,984	1.4%	1.4%	0.48%	0.95%	5.79%	5.86%	5.90%
Total Index	772,947	7.7%	7.5%	1.65%	753,117	7.6%	7.5%	1.32%	2.99%	9.68%	7.81%	7.47%
<i>Lehman Gov/Corp</i>				2.24%				1.20%	3.47%	8.24%	7.85%	7.47%
Convertibles												
TCW	486,403	4.8%	4.7%	2.29%	447,732	4.5%	4.7%	-7.54%	-5.41%	-21.20%	-2.06%	N/A
<i>First Boston Convertible Index</i>				0.54%				-6.25%	-5.74%	-12.44%	0.11%	N/A
BBB Average Quality												
Strong	503,711	5.0%	4.7%	2.78%	498,299	5.0%	4.7%	-3.45%	-0.77%	3.16%	6.83%	N/A
<i>Lehman BBB</i>				3.56%				-2.23%	1.25%	5.85%	4.75%	N/A
Timberland												
Evergreen (Wachovia) (1)	370,957	3.7%	3.7%	-0.07%	350,392	3.5%	3.5%	-0.07%	-0.15%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	3,162,707	31.4%	30.0%	1.89%	3,102,432	31.2%	30.0%	-1.37%	0.50%	2.56%	6.70%	6.56%
<i>Lehman Aggregate</i>				1.69%				1.21%	2.92%	8.62%	8.10%	7.57%
HIGH YIELD BONDS												
Western Asset	484,141	4.8%	5.0%	2.51%	472,298	4.7%	5.0%	-3.79%	-1.38%	-6.08%	-3.89%	4.16%
<i>Lehman High Yield Bond Index</i>				2.85%				-4.37%	-1.64%	-3.60%	-2.31%	0.68%
INTERNATIONAL FIXED INCOME												
International Core												
UBS Global (Brinson)	465,438	4.6%	4.5%	1.49%	508,508	5.1%	4.5%	0.30%	1.79%	16.83%	2.39%	2.43%
<i>Salomon Brothers Non-US Gov't Bond Index</i>				1.63%				0.57%	2.21%	15.72%	3.14%	3.03%
REAL ESTATE												
J.P. Morgan	558,347			0.23%	555,465			0.23%	0.46%	4.10%	9.60%	11.72%
<i>NCREIF TOTAL INDEX</i>				0.56%				0.55%	1.12%	6.79%	9.41%	11.96%
ALTERNATIVE INVESTMENTS												
Coral Partners V	63,067			-0.21%	64,695			-0.21%	-0.41%	-46.32%	-3.46%	N/A
Coral Partners V - Supplemental	4,404			-0.37%	4,518			-0.37%	-0.75%	N/A	N/A	N/A
Coral Partners VI	3,648			0.00%	3,742			0.00%	0.00%	N/A	N/A	N/A
Brinson 1998 Partnership Fund	13,410			0.15%	13,757			0.15%	0.29%	-15.23%	8.66%	N/A
Brinson 1999 Partnership Fund	15,265			-2.09%	15,659			-2.09%	-4.14%	-21.70%	-0.85%	N/A
Brinson 2000 Partnership Fund	20,457			-1.96%	20,985			-1.96%	-3.88%	-14.95%	N/A	N/A
Brinson 2001 Partnership Fund	4,514			-1.31%	4,631			-1.31%	-2.60%	-6.22%	N/A	N/A
Brinson 2002 Partnership Fund	2,150			0.12%	904			0.12%	0.23%	N/A	N/A	N/A
Total Brinson Partnership Funds	55,797			-1.39%	55,936			-1.39%	-2.76%	N/A	N/A	N/A
Brinson 1999 Non-US Partnership Fund	5,723			-0.76%	5,871			-0.76%	-1.51%	-7.68%	-3.51%	N/A
Brinson 2000 Non-US Partnership Fund	5,085			-0.39%	5,216			-0.39%	-0.79%	-6.51%	N/A	N/A
Brinson 2001 Non-US Partnership Fund	2,714			-1.41%	2,784			-1.41%	-2.81%	-4.85%	N/A	N/A
Brinson 2002 Non-US Partnership Fund	1,079			0.00%	1,107			0.00%	0.00%	N/A	N/A	N/A
Total Brinson Non-US Partnership Fund	14,601			-0.70%	14,978			-0.71%	-1.41%	N/A	N/A	N/A
Brinson BVCF IV	38,409			-3.19%	36,407			-3.19%	-6.28%	-29.16%	-17.06%	N/A
CSFB	47,426			0.00%	48,651			0.00%	0.00%	N/A	N/A	N/A
InvestAmerica	438			0.00%	449			0.00%	0.00%	N/A	N/A	N/A
Hearthstone	25,619			-2.22%	24,032			-2.22%	-4.39%	4.99%	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS (1)	253,409	2.5%	3.0%	-1.08%	253,409	2.5%	3.0%	-1.26%	-2.32%	-28.73%	-4.08%	N/A
<i>Post Venture Capital Index</i>				-1.69%				-12.55%	-14.03%	-44.30%	-26.03%	-6.83%
CASH EQUIVALENTS												
Northern Trust STIF/STEP	70,334	0.7%	0.0%	0.03%	19,785	0.2%	0.0%	0.02%	0.05%	2.29%	4.72%	5.01%
<i>90 Day T-Bill</i>				0.14%				0.15%	0.29%	2.63%	4.67%	4.84%
TOTAL FUND	10,058,609	100.00%	100.00%	1.02%	9,951,307	100.00%	100.00%	-5.25%	-4.29%	-7.26%	-0.87%	4.47%
POLICY TARGET BENCHMARK				0.93%				-5.16%	-4.27%	-5.38%	-0.77%	5.32%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Monthly returns estimated based on prior quarters' returns.